used in the packaging or handling of potatoes, or both.

- (4) Establish in terms of grades, sizes, or both, minimum standards of quality and maturity.
- (b) Any regulation issued hereunder may be amended, modified, suspended, or terminated by the Secretary on recommendations by an area committee, or on other available information, to provide for
- (1) Such changes in regulations found necessary by changes in supplies, demand, or prices;
- (2) Minimum quantities which should be relieved of regulatory or administrative obligations; or
- (3) Relief from regulations no longer tending to effectuate the declared policies of the Act.
- (c) The Secretary shall notify each committee of each regulation recommended by it and issued pursuant to this section. The respective committee shall give reasonable notice thereof to handlers. No regulation, except when relieving limitations, shall become effective less than two days after issuance thereof.

#### § 948.23 Handling for special purposes.

Upon the basis of recommendations and information submitted by an area committee, or other available information, the Secretary, whenever he finds that it will tend to effectuate the declared purposes of the Act, shall modify, suspend, or terminate requirements in effect pursuant to §§948.20 to 948.22, inclusive, or §§948.40 or 948.77, or any combination thereof, to facilitate handling of potatoes for

- (a) Relief or charity;
- (b) Livestock feed;
- (c) Export:
- (d) Seed;
- (e) Potatoes, other than certified seed, sold to a producer exclusively for planting within specific geographic limits;
- (f) Manufacture or conversion into specified products:
- (g) Other purposes recommended by the committees and approved by the Secretary.

# §948.24 Safeguards.

(a) Each area committee, with the approval of the Secretary, shall pre-

scribe adequate safeguards for potatoes handled pursuant to §948.23 from entering trade channels other than those authorized by regulations and by such rules as may be necessary and incidental thereto.

- (b) Such safeguards may include requirements that handlers or processors desiring to handle potatoes pursuant to \$948.23 shall:
- (1) Apply for and obtain Certificates of Privilege from the area committee for handling potatoes affected or to be affected under the provisions of §948.23;
- (2) Obtain inspection as required by §948.40, or pay the assessment levied pursuant to §948.77, or both, except as modified pursuant to §948.23 in connection with shipments made under any such certificate: and
- (3) Furnish the committee such information, and execute or obtain execution of such documents, as the committee may require.
- (c) An area committee may rescind or deny to any handler permission to handle potatoes pursuant to §948.23 of this subpart if proof satisfactory to the committee is obtained that potatoes handled by him for a purpose stated in §948.23 were handled contrary to the provisions of this subpart.
- (d) The committee shall make reports to the Secretary, as requested, showing the number of applications for such certificates, the quantity of potatoes covered by such applications, the number of such applications denied and certificates granted, the quantity of potatoes handled under duly issued certificates, and such other information as may be requested.

#### EXEMPTIONS

### § 948.28 Policy.

Any producer whose potatoes have been adversely affected by acts beyond the control or reasonable expectation of a prudent grower and who, by reason of any regulation issued pursuant to this part, is or will be prevented from shipping or having shipped during the then current marketing season, or a specific portion thereof, as large a proportion of his potato crop as the average proportion shipped or to be shipped during comparable portions of the season by all producers in his immediate

#### § 948.29

area of production, may apply to the committee for exemptions from such regulations for the purpose of obtaining equitable treatment under such regulations.

### §948.29 Procedure.

Rules and procedures for granting exemptions may be issued by the Secretary, upon recommendation of area committees. Such rules and procedures may provide for methods of determinations by area committees of average proportions of crops shipped or being shipped in respective areas or subdivisions thereof during any or all portions of a season, for processing applications for exemption, for issuing or denying certificates of exemption, for administrative compliance with certificates issued, for reports by handlers thereon, and for such other procedures as may be necessary to administration hereof.

#### § 948.30 Granting exemptions.

An area committee may issue certificates of exemption to any qualified applicant who furnishes adequate evidence to such committee:

- (a) That the grade, size, or quality of the applicant's potatoes have been adversely affected by acts beyond his control or reasonable expectations;
- (b) That by reason of regulations issued pursuant to §948.20 or §948.22, the applicant will be prevented as a producer from shipping or having shipped as large a proportion of his production as the average proportion of production shipped by all producers in said applicant's immediate area of production during the season, or a specific portion thereof.
- (c) Each such certificate issued shall permit the person identified therein to ship or have shipped the potatoes described thereon, and evidence of such certificates shall be made available to subsequent handlers thereof.

### §948.31 Investigation.

An area committee shall be permitted at any time to make a thorough investigation of any applicant's claim pertaining to exemptions.

## § 948.32 Appeal.

If any applicant for exemption certificates is dissatisfied with the deter-

mination by an area committee with respect to his application, he may file an appeal with the committee. Any applicant filing an appeal shall furnish evidence satisfactory to the committee for a determination on the appeal.

RESEARCH AND DEVELOPMENT

#### § 948.35 Research and development.

The committee, with the approval of the Secretary, may provide for the establishment of marketing research and development projects designed to assist, improve, or promote the marketing, distribution, and consumption of potatoes and may make available committee information and data to any person, or to any employee of an agency or its agent, authorized by the committee as its agent with the approval of the Secretary, to conduct such projects.

### INSPECTION

#### § 948.40 Inspection and certification.

- (a) During any period in which the handling of potatoes is regulated pursuant to §948.20 through §948.24, inclusive, no handler shall handle potatoes unless such potatoes are inspected by an authorized representative of the Federal or a Federal-State Inspection Service and are covered by a valid inspection certificate, except when relieved of such requirements by §948.22(b), §948.23, or §948.40(b).
- (b) Rules may be issued by the Secretary, upon recommendation of the Colorado Potato Committee requiring inspection on regraded, resorted or repacked lots, or providing for special inspection requirements or relief therefrom. Such rules may provide distinctions, insofar as practical, between handling at shipping point and handling in receiving markets within the production area.
- (c) Upon recommendation of an area committee and approval by the Secretary, any or all potatoes so inspected and certified shall be identified by appropriate seals, stamps, or tags to be